



DISASTER NEWS

Economic Injury Loans for Small Businesses

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Contact: Rick Jenkins

Phone: (916) 735-1500

Disaster Assistance Available for Small Businesses

Sacramento, CA - Small, non-farm businesses in the following Texas counties may now apply for low-interest disaster loans from the U. S. Small Business Administration (SBA). These disaster loans offset economic losses because of reduced revenues to farmers and ranchers caused by adverse weather conditions throughout the state, announced Alfred E. Judd, Director of SBA's Disaster Field Operations Center - West.

Small businesses in the following primary and neighboring counties may apply for working capital loans to offset economic losses that are attributable to the impact of the following weather conditions and incident dates in each county.

EIDL	PRIMARY COUNTIES	NEIGHBORING COUNTIES	INCIDENT TYPE	INCIDENT DATE	Deadline
10488	Oldham & Potter	Armstrong, Carson, Deaf Smith, Hartley, Hutchinson, Moore & Randall; and the New Mexico County of Quay	Drought & High Winds	01/01/06 & cont.	01/30/07
10489	Armstrong	Briscoe, Carson, Donley, Gray, Potter, Randall & Swisher	Wildfire	3/05/06	01/31/07
10490	Calhoun & Hamilton	Aransas, Bosque, Comanche, Coryell, Erath, Jackson, Lampasas, Matagorda, Mills, Refugio & Victoria	Drought	01/01/06 & cont.	01/31/07
10491	Cooke	Denton, Grayson, Montague & Wise; and the Oklahoma County of Love	Flash Flooding, Hail & High Winds	04/28/06	01/31/07
10492	Gillespie	Blanco, Kendall, Kerr, Kimble, Llano & Mason	Freeze	03/24/06 to 03/25/06	01/31/07

Small businesses may qualify for Economic Injury Disaster Loans (EIDLs) of up to \$1.5 million to help meet financial obligations and operating expenses which could have been met had the disaster not occurred. "Eligibility for these loans is based on the financial impact of the disaster only and not on any actual property damage. These loans have an interest rate of 4%, a maximum term of 30 years, and are restricted to small businesses without the financial ability to offset the adverse impact without hardship," Judd said.

By law, SBA makes EIDLs available when the U. S. Secretary of Agriculture designates an agricultural disaster. Secretary Mike Johanns declared these disasters at the request of Governor Rick Perry.

Businesses primarily engaged in farming or ranching are not eligible for SBA disaster assistance. Agricultural enterprises should contact the Farm Services Agency (FSA) about the U. S. Department of Agriculture (USDA) assistance made available by the Secretary's declaration. However, in drought disasters nurseries are eligible for SBA disaster assistance.

For information and application forms call toll-free (800) 659-2955, or visit SBA's website at www.sba.gov/disaster. Hearing impaired individuals may call (800) 877-8339. Mail completed applications to the U. S. Small Business Administration at 14925 Kingsport Road, Fort Worth, TX 76155.